

**2001 DRAFTING REQUEST****Assembly Amendment (AA-ASA1-SB55)**Received: **06/21/2001**Received By: **shoveme**Wanted: **As time permits**

Identical to LRB:

For: **Spencer Black (608) 266-7521**By/Representing: **Susan McMurray**This file may be shown to any legislator: **NO**Drafter: **shoveme**

May Contact:

Addl. Drafters:

Subject: **Tax - individual income**

Extra Copies:

Submit via email: **YES**Requester's email: **Rep.Black@legis.state.wi.us**

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**Pre Topic:**

No specific pre topic given

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**Topic:**

CN60: Exempt from income taxation the first \$25,000 of AGI

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**Instructions:**

See Attached; See AB 369, LRB -2169. Init App: 1/1/03

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**Drafting History:**

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	shoveme 06/21/2001	jdye 06/22/2001		_____			
/1			pgreensl 06/26/2001	_____	lrb_docadmin 06/26/2001	lrb_docadmin 06/26/2001	

06/26/2001 09:57:35 AM

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***LRBb1473***

FE Sent For:

**<END>**

06/21/2001 05:31:40 PM

Page 1

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1/	shoveme	1/6/02 JLD	6/26/01	6/26/01			
11 MES 6/21/01			PS	PS	PS		

FE Sent For:

&lt;END&gt;

## **Assembly Democrat Budget Amendment Requests**

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**Request Number:** 60  
(not LRB number)

**Agency:** DOR

**Description:** Same as above but with income of \$25,000 *see below*

**Attachments:**

**Cost (if known):**

**Contact person:** Susan McMurray, 266-7521, Representative Black's Office

*exempt the first \$25,000 of an  
individual's AGI from the state  
income tax starting in '03-'04*

2001

Date (time)  
needed

LPS-FIX  
request sheet

LRB b 61473, 1

**ADC CAUCUS BUDGET AMENDMENT  
[ONLY FOR CAUCUS]**

MES: jld:

AMNR

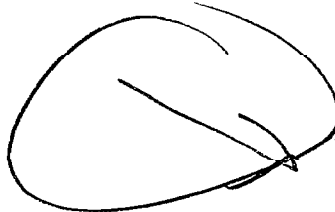
See form **AMENDMENTS — COMPONENTS & ITEMS.**

**CAUCUS AMENDMENT  
TO ASSEMBLY SUBSTITUTE AMENDMENT 1  
TO 2001 SENATE BILL 55**

>>FOR CAUCUS SUPERAMENDMENT — NOT FOR INTRODUCTION<<

At the locations indicated, amend the substitute amendment as follows:

#. Page . . . . , line . . . . :



#. Page . . . . , line . . . . :

#. Page . . . . , line . . . . :

#. Page . . . . , line . . . . :

#. Page . . . . , line . . . . :

#. Page . . . . , line . . . . :

## 2001 ASSEMBLY BILL 369

May 3, 2001 - Introduced by Representatives WASSERMAN, GUNDRUM, BERCEAU, GRONEMUS, LA FAVE, LASSA, MUSSER, RYBA, SHILLING, SYKORA and MORRIS-TATUM. Referred to Joint survey committee on Tax Exemptions.

1 **AN. ACT to create** 71.05 (6) (b) 34. of the statutes; **relating to:** creating an  
2 individual income tax subtract modification for certain amounts of federal  
3 adjusted gross income.

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### *Analysis by the Legislative Reference Bureau*

This bill creates a subtract modification that exempts from taxation the first \$25,000 of an individual's federal adjusted gross income (FAGI), if the individual is single or is a married person who files a separate income tax return. The exemption is the first \$50,000 of FAGI for a married couple that files a joint return. The amount of the exemption is reduced for nonresidents or part-year residents of this state. For nonresidents and part-year residents, the exempt amount is obtained by multiplying the applicable amount of the exemption by a fraction that is calculated by dividing the amount of the individual's or married couple's income that is taxable by this state by the individual's or married couple's total income.

This bill will be referred to the joint survey committee on tax exemptions for a detailed analysis, which will be printed as an appendix to this bill.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

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*The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:*

↓

## ASSEMBLY BILL 369

## SECTION 1

#. Page 728, line 23: after that line insert:

SECTION 71.05 (6) (b) 34. of the statutes is created to read:

71.05 (6) (b) 34. a. Subject to subd. 34. c., for a single individual or for a married individual who files a separate return, the first \$25,000 of the individual's federal adjusted gross income.

b. Subject to subd. 34. c., for a married couple that files a joint return, the first \$50,000 of the married couple's federal adjusted gross income.

c. For an individual, or married couple, to whom subd. 34. a. or b. applies and who is a nonresident or part-year resident of this state, multiply the applicable amount under subd. 34. a. or b. by a fraction the numerator of which is the individual's or married couple's wages, salary, tips, unearned income, and net earnings from a trade or business that are taxable by this state and the denominator of which is the individual's total wages, salary, tips, unearned income, and net earnings from a trade or business. In this subd. 34. c., for married persons filing separately "wages, salary, tips, unearned income, and net earnings from a trade or business" means the separate wages, salary, tips, unearned income, and net earnings from a trade or business of each spouse, and for married persons filing jointly "wages, salary, tips, unearned income, and net earnings from a trade or business" means the total wages, salary, tips, unearned income, and net earnings from a trade or business of both spouses. //

## SECTION 2. Initial applicability.

This act first applies to taxable years beginning on January 1 of the year in which this subsection takes effect, except that if this subsection takes effect after July 31 this act first applies to taxable years beginning on January 1 of the year following the year in which this subsection takes effect. //

(END)

Exempt certain amounts of income from taxation.